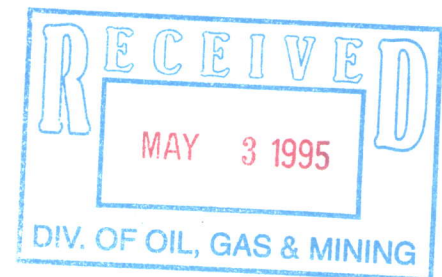


P.O. Box 4017  
Grand Junction, Colorado 81502

S/019/030

DATE: 4-21-95

TO: Anthony A. Gallegos  
Senior Reclamation Specialist  
355 West North Temple  
3 Triad Center, Suite 350  
Salt Lake City, Utah 84180-1203



FROM: Ron Pene  
Box 4017  
Grand Junction, Colo. 81502

RE: Permit Status, Pussycat 1-6 Mine Project, S/019/030, Grand Cty, Ut.

Dear Mr. Gallegos:

Thank you for your letter dated April 10, 1995. As I stated to you during our telephone conversation, this is the first letter or any type of correspondence that I have received from the State of Utah in regards to my valid existing mining claims, the Pussycat 1-6, UMC 277243 - 277248, since I staked them in March 1984.

As I stated in our conversation, I would send you additional information that I have in my possession, so that you may update your files.

As of this date, my mining claims have been removed from this proposed WSA, 060-118, Westwater canyon, by the Grand County Council. They were given the final decision by Governor Michael O. Leavitt of Utah, as to what should and what should not be wilderness areas in Grand County.

Please find enclosed a copy of the book I submitted to the Grand County Council on 3-7-95. Within this book you will find letters from the BLM, Orrin G. Hatch, and assay sheets showing the prudent man test.

I am confused to say the least, your opening statement thanking me for my " annual report of operations for 1994." has me wondering what you are looking at. Since I am not operating a mine at the present time, I have not filed any report of operations, all I have filed is my "**AFFIDAVIT OF LABOR AND IMPROVEMENT**". The following information was on the affidavit of labor and improvement filed at the Grand County Courthouse on 8-19-94. " Road and Surface water control work with a loader & drag Sample placer workings & placer to bedrock, survey and reinstall discovery markers corner markers, witness points. Sample and test lower gravel zones, sample for Platinum group metals."

If you have any questions regarding this letter, please contact me at 970-241-7084, or at Box 4017 Grand Junction, Colo. 81502.

Sincerely,

A handwritten signature in cursive script, appearing to read "Ron Pene".

Ron Pene

cc: Wayne Hedberg